COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)
ADJUSTMENT FILING OF MIKE) CASE NO. 8799-G
LITTLE GAS COMPANY, INC.)

ORDER

On September 27, 1983, the Commission issued its Order in Case No. 8799 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On April 15, 1985, Mike Little Gas Company, Inc., ("Mike Little") notified the Commission that its wholesale cost of gas would be increased by its supplier, Kentucky West Virginia Gas Company ("Kentucky West"), effective May 1, 1985, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the record in this case and being advised, the Commission is of the opinion and finds that:

(1) Mike Little's notice of April 15, 1985, set out certain revisions in rates which Mike Little proposed to place

into effect, said rates being designed to pass on the wholesale increase in price from its supplier in the amount of \$3,873 or 5.16 cents per Dth.

- (2) Kentucky West has filed an application for revised rates to be effective May 1, 1985, with the Federal Energy Regulatory Commission.
- (3) Mike Little's notice of April 15, 1985, requested an effective date of May 1, 1985, for its proposed rates. Mike Little's notice does not provide the 20-day notice as required by statute; therefore, the proposed rates should become effective on and after May 5, 1985.
- (4) Mike Little's adjustment in rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 8799 dated September 27, 1983, is fair, just and reasonable and in the public interest and should be effective with gas supplied on and after May 5, 1985, subject to refund. This adjustment should be subject to refund because Kentucky West's rate is subject to refund.

IT IS THEREFORE ORDERED that the rates in the Appendix to this Order be and they hereby are authorized effective with gas supplied on and after May 5, 1985, subject to refund.

IT IS FURTHER ORDERED that within 30 days of the date of this Order Mike Little shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 2nd day of May, 1985.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST

Secretary

APPENDIX

APPENDIX TO AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 8799-G DATED May 2, 1985

The following rates are prescribed for the customers in the area served by Mike Little Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the date of this Order.

RATES: Monthly

First 1 Mcf - Minimum Bill All Over 1 Mcf \$6.1678 Per Mcf. 5.9580 Per Mcf.

The base rate for the future application of the purchased gas adjustment clause of Mike Little Gas Company, Inc., shall be:

Commodity

Kentucky West Virginia
Gas Company

\$3,6177 Per Dth*

^{*}Including \$0.0125 Gas Research Institute Funding Charge